GOVERNMENT OF INDIA
FINANCE
LOK SABHA

UNSTARRED QUESTION NO:457
ANSWERED ON:03.02.2017
Closure of PSUs
Adityanath Shri Yogi;Bidhuri Shri Ramesh

Will the Minister of FINANCE be pleased to state:

(a) Whether the Government proposes to close down a number of Public Sector Undertakings (PSUs) running in loss for a long time and if so, the details thereof;

(b) Whether the Government has conducted any study of the functioning and usefulness of these PSUs and if so, the details thereof;

(c) Whether the annual expenditure of the Government is likely to be checked in the wake of such closures and if so, the details thereof; and

(d) The schemes formulated by the Government for the rehabilitation of the employees of such undertakings?

Answer

Minister of State for Finance

(SHRI ARJUN RAM MEGHWAL)

(a) to (c) NITI Aayog constituted a committee on Sick/Loss making/Non performing Central Public Sector Enterprises (CPSEs) on March 9th 2016. The committee noted that financial performance of 74 CPSEs has been unsatisfactory and a number of these have requested for and received periodic support from budgetary resources. Over the years, this has become a significant drain on limited resources of the government. The committee has made the recommendations of closure/winding up of 26 such CPSEs.

(d) Under the Central Sector Scheme of DPE i.e. Counseling, Retraining & Redeployment (CRR Scheme) skill development training is providing to CPSE's employees separated under Voluntary Retirement Scheme (VRS)/Voluntary Separation Scheme (VSS) (VRS/VSS Optees) to enable them to get redeployment or to take up self-employment. The Scheme has a provision for training of the dependent also in lieu of the VRS/VSS Optees.
*****